HOUSE OF REPRESENTATIVES - FLOOR VERSION

STATE OF OKLAHOMA

2nd Session of the 56th Legislature (2018)

COMMITTEE SUBSTITUTE FOR ENGROSSED

SENATE BILL NO. 1060

By: Fry and Pittman of the Senate

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and

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Ford (Roger) of the House

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COMMITTEE SUBSTITUTE

An Act relating to Oklahoma State Athletic Commission Act; amending 3A O.S. 2011, Sections 601, 602, as amended by Section 2, Chapter 359, O.S.L. 2012, 603, 604.2, as last amended by Section 2, Chapter 290, O.S.L. 2013, Section 1, Chapter 290, O.S.L. 2013, 606, as amended by Section 6, Chapter 359, O.S.L. 2012, 610, as amended by Section 9, Chapter 359, O.S.L. 2012, 614, as last amended by Section 4, Chapter 290, O.S.L. 2013, 615, as amended by Section 14, Chapter 359, O.S.L. 2012, 616, as amended by Section 26, Chapter 304, O.S.L. 2012, 617, as last amended by Section 5, Chapter 290, O.S.L. 2013, 619, as amended by Section 16, Chapter 359, O.S.L. 2012, 622, as amended by Section 1, Chapter 363, O.S.L. 2012, 623 and 624 (3A O.S. Supp. 2017, Sections 602, 604.2, 604.3, 606, 610, 614, 615, 616, 617, 619 and 622), which relate to short title, definitions, powers of Commission, validity of prior licenses, withholding purse, sanctioning permits, fees, revolving fund, records, report, telecast promoters, liability for damages, and test results; modifying language; adding definitions; deleting language; changing qualifications of members; making certain medical information confidential; removing obsolete provisions; prohibiting approval of certain amateur sanctioning organization; prohibiting submission

1 holds for certain age persons; defining terms; modifying references; and providing an effective 2 date. 3 4 5 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 6 SECTION 1. 3A O.S. 2011, Section 601, is AMENDATORY 7 amended to read as follows: 8 Section 601. This act Section 601 et seq. of this title shall 9 be known and may be cited as the "Oklahoma State Athletic Commission 10 Act". 11 SECTION 2. AMENDATORY 3A O.S. 2011, Section 602, as 12 amended by Section 2, Chapter 359, O.S.L. 2012 (3A O.S. Supp. 2017, 1.3 Section 602), is amended to read as follows: 14 Section 602. A. As used in the Oklahoma State Athletic 15 Commission Act: 16 "Administrator" means the administrator of the Oklahoma 17 State Athletic Commission; 18 "Amateur combative sports event" means a combative sports 19 event in which the participants have never no participant has ever 20 been licensed as professionals in any combative sport; 2.1 "Amateur combative sports practitioner" means a person who 22 has never received or competed for any purse or other article either 23 for the expenses of training therefor or for participating in any

combative sports contest or exhibition which exceeds in monies or

- other things of value a sum to be determined by the Oklahoma State Athletic Commission;
- 4. "Amateur mixed martial artist" means a person eighteen (18) years of age or older who has never received or competed for any purse or other article either for the expenses of training therefor or for participating in any combative sport contest or professional exhibition which exceeds in monies or other things of value a sum to be determined by the Oklahoma State Athletic Commission;
- 5. "Amateur mixed martial arts" means any form of competitive pugilistic contest pugilism or unarmed combat in which the participants have never been licensed as professionals in any combative sport and blows are delivered with any part of the hands, feet, or knees and multiple combative disciplines are used including grappling. Such contests take place in a rope-enclosed ring or fenced enclosed cage and are fought in timed rounds;
- 6. "Applicant" means any individual, club, association, corporation, partnership or trust which submits to the Oklahoma State Athletic Commission an application for a license or permit pursuant to the Oklahoma State Athletic Commission Act;
- 7. "Booking agent" means independent contractors who act as bookers, agents, agencies and representatives who secure engagements and contracts for combative sports participants;
- 8. "Boxing" means any form of competitive pugilism or unarmed combat in which a blow is usually struck which may reasonably be

- expected to inflict injury, including, but not limited to, boxing, wrestling, mixed martial arts, and kickboxing, but shall not include the martial arts as defined by the provisions of this section;
- 9. "Broadcast" means any audio or visual transmission sent by any means of signal within this state, whether live or taped or time delayed, and includes any replays thereof. "Broadcast" shall not include any audio or visual transmission sent by any means of signal of any professional boxing combative sports event conducted outside this state;
- 10. "Cable system operator" means any person who makes available or provides customers a closed-circuit telecast which is pay-per-view, including any person who does so as a direct broadcast satellite provider or other multichannel video service provider;
- 11. "Closed-circuit telecast of professional combative sporting events" means telecast rights, including television, cable television, or pay-per-view telecasts, acquired by paying a licensing fee or by paying a contractual price by a business or individual, including, but not limited to, arenas, entertainment or meeting centers, restaurants, bars, taverns, hotels, motels, clubs, and organizations, which offers the viewing of the event to the public or to private residences. Such events shall include local and state professional combative sports contests and professional exhibitions as defined in this section. "Closed-circuit telecast" means any such telecast of a professional combative sporting event

- as described herein which is not intended to be available for
 viewing without the payment of a fee, collected for or based upon
 each event viewed, for the privilege of viewing the telecast, and
 includes pay-per-view;
 - 12. "Club" means an incorporated or unincorporated association or body of individuals voluntarily united and acting together for some common or special purpose;
 - 13. "Combative sports" means any form of competitive pugilism or unarmed combat in which a blow is usually one or more blows are struck which may reasonably be expected to inflict injury, including but not limited to boxing, wrestling, mixed martial arts, and kickboxing, but shall not include the martial arts (singular) as defined by the provisions of this section;
 - 14. "Combative sports practitioner" means a person who competes or spars in a combative sports event and includes boxers, kickboxers, and mixed martial artists and wrestlers;
 - 15. "Commission" means the Oklahoma State Athletic Commission;
 - 16. "Compete", "competitive" or "competition" means to engage an opponent whether or not a winner is officially declared;
 - 17. "Contest" means a combative sports an event in which it is reasonable to anticipate that the participants strive earnestly in good faith to win;

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1	17. 18. "Corner person" means, but shall not be limited to, a
2	trainer, a second, or any other individual who attends the
3	participant during a match;
4	18. 19. "Event" means a combative sports contest or exhibition
5	including but not limited to a match, bout, contest, show or
6	tournament the presentation or holding of a contest, exhibition
7	match, bout, tournament, performance, show or other occurrence where
8	participants engage in combative sports;
9	19. 20. "Exhibition" means a combative sports event in which
10	the participants show or display their skill by sparring without
11	necessarily striving to win;
12	20. <u>21.</u> "Judge" means an individual other than a referee who
13	shall have a vote in determining the winner of any contest;
14	21. 22. "Kickboxing" means any form of competitive pugilistic
15	professional contest or exhibition in which blows are delivered with
16	the hand and any part of the foot. Such contests or exhibitions
17	take place in a rope-enclosed ring and are fought in timed rounds;
18	22. 23. "License" means a certificate issued by the Commission
19	to participants of sanctioned professional combative sports
20	contests, professional exhibitions, and amateur mixed martial arts
21	contests and is a mandatory requirement for participation in such
22	events;

23. 24. "Manager" means an individual who controls or

administers the affairs of any professional combative sports

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1 participant, including acting as a booking agent. "Manager" shall include the representative of a manager as defined by the

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4 "Martial arts" means any form of karate, kung fu, tae 24. 25. kwon-do, or any other form of martial or self-defense art;

25. 26. "Matchmaker" means an individual who brings together professional combative sports participants or arranges professional combative sports contests or professional exhibitions;

26. 27. "Mixed martial arts" means any form of competitive pugilism or unarmed combat in which blows are delivered with any part of the hands, feet or knees and multiple combative disciplines are used, including grappling. Pankration is a form of multiple combative disciplines and constitutes mixed martial arts;

28. "Participant" means an individual who takes part in a combative sports event;

27. 29. "Pay-per-view telecasts of professional combative sports events" means telecasts offered by cable television companies to subscribers at a cost in addition to the monthly cable television subscription rate. Such events shall include local and state professional combative sports contests and professional exhibitions as defined in this section;

28. 30. "Person" means any individual, partnership, limited liability company, club, association, corporation, trust or other entity;

1	29. 31. "Physician" means an individual licensed under the laws
2	of this state to engage in the general practice of medicine or
3	osteopathic medicine;
4	30. 32. "Professional combative sports practitioner" means an
5	individual eighteen (18) years of age or older who competes
6	participates in combative sports event for money, prizes, or purses,
7	or who teaches, instructs, or assists in the practice of combative
8	sports or sparring as a means of obtaining pecuniary gain;
9	31. 33. "Professional combative sports event" means a combative
10	sports event in which the participants are paid a purse;
11	32. "Professional mixed martial arts" means any form of
12	competitive pugilistic contest in which the participants are paid a
13	purse and blows are delivered with any part of the hands, feet,
14	elbows, or knees and multiple combative disciplines are used to
15	include grappling. Such contests take place in a rope-enclosed ring
16	or fenced enclosed cage and are fought in timed rounds;
17	33. 34. "Promote" or "promoting" means producing, staging,
18	sponsoring, organizing or otherwise holding a combative sports event
19	whether or not the event is open to the public;
20	34. 35. "Promoter" means any individual, whether a resident or
21	nonresident of Oklahoma, or club or corporation, whether
22	domesticated or not domesticated in Oklahoma, person that produces
23	or stages professional contests, amateur mixed martial arts
24	contests, or professional exhibitions conducted within this state

and shall include any officer, director, or employees as defined by the Commission combative sports events;

35. 36. "Pugilism" means combative sports or the skill or practice of fighting with the fists;

36. 37. "Purse" means the financial guarantee or any other remuneration or thing of value for which a combative sports practitioner participates in a professional combative sports event and shall include the participant's share of any payment received for radio broadcasting, television, including cable television, payper-view television, and closed-circuit television, and motion picture rights. "Purse" shall also include gate receipts and any other prizes;

37. 38. "Ring official" means any individual who performs an official function during the progress of a combative sports event or amateur mixed martial arts event including but not limited to timekeepers, judges, referees, and attending physicians;

38. 39. "Sanctioning permit" means a permit issued by the Commission to promoters who make application for official approval of professional combative sports events and amateur mixed martial arts events;

39. 40. "Sparring" means to engage in a form of combative sport with jabbing or feinting movements, and the exchange of few heavy blows, such as occurs in a practice or exhibition boxing match;

40. 41. "Telecast promoter" means any promoter who shows or causes to be shown in this state a closed-circuit telecast of any professional combative sports event conducted in this state.

"Telecast promoter" shall not include a cable system operator;

- 41. 42. "Trainer" means an individual who assists, coaches, or instructs any professional combative sports practitioner or amateur mixed martial artist with respect to physical conditioning, strategy, techniques, or preparation for competition, professional combative sports contests, or professional exhibitions; and
- 42. 43. "Unarmed combat" means any contest, exhibition or other form of competition in which one or more blows are struck, body throws or grappling holds are executed or other fighting techniques are applied which may reasonably be expected to inflict injury; and
- 44. "Vendor" means any individual, firm, organization, club, or corporation that participates in the conduct of a professional combative sports event or amateur mixed martial arts event conducted in this state by offering for sale food or merchandise, including, but not limited to, wearing apparel, alcoholic and nonalcoholic beverages, souvenirs, and programs.
- B. The Commission may define any term which is not defined in the Oklahoma State Athletic Commission Act.
- SECTION 3. AMENDATORY 3A O.S. 2011, Section 603, is amended to read as follows:

Section 603. A. The Oklahoma State Athletic Commission shall have the power and duty to promulgate, prescribe, amend, and repeal rules necessary to implement the provisions of the Oklahoma State Athletic Commission Act, according to the Administrative Procedures Act, including, but not limited to, defining qualifications, categories, limitations, and fees for licenses, permits, and examinations, and establishing bonding, contract, and insurance requirements.

B. In addition to rules promulgated by the Commission, rules promulgated by the Commissioner of Labor prior to July 1, 1999, shall be the rules of the Commission and shall continue in effect until such rules are amended or repealed by rules promulgated by the Commission.

SECTION 4. AMENDATORY 3A O.S. 2011, Section 604.2, as last amended by Section 2, Chapter 290, O.S.L. 2013 (3A O.S. Supp. 2017, Section 604.2), is amended to read as follows:

Section 604.2 A. The mission of the Oklahoma State Athletic Commission shall be to preserve and protect the health, safety and welfare of combative sports event participants and the general public through the effective regulation of combative sports in the State of Oklahoma, while fostering an environment that expands existing combative sports events and brings new events into the state.

B. The Commission shall have the power to:

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- 1. Promulgate rules and issue orders necessary to carry out the purposes of the Oklahoma State Athletic Commission Act, and enforce the provisions of said act and the rules promulgated pursuant thereto;
- 2. Assume jurisdiction over all matters relating to the licensing of professional combative sports practitioners, amateur mixed martial artists, corner persons, booking agents, matchmakers, promoters, referees, judges, timekeepers, vendors, physicians, announcers, clubs, and corporations associated with a professional combative sports event or amateur mixed martial arts event related thereto;
- 3. Set license and permit fees pursuant to the requirements of the Oklahoma State Athletic Commission Act;
- 4. Conduct investigations into the qualifications of applicants for licensure and registration;
- 5. Conduct investigations and proceedings for alleged violations of the Oklahoma State Athletic Commission Act and order or subpoena the attendance of witnesses, the inspection of records and premises, and the production of relevant books and papers necessary to such investigations and proceedings;
- 6. Develop and administer examinations for applicants for licenses and permits; and
- 7. Make such expenditures as may be necessary in the performance of its duties.

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C. Any rule promulgated, order made, or action taken prior to

July 1, 1999, by the Commissioner of Labor or the Department of

Labor pursuant to the provisions of, or rules issued pursuant to,

the Oklahoma State Athletic Commission Act shall be considered valid

and in effect unless amended, repealed, or rescinded by the

Commission.

D. Any valid license, permit, certificate, or registration issued prior to July 1, 1999, by the Commissioner of Labor pursuant to the Oklahoma State Athletic Commission Act, or rules promulgated pursuant thereto, shall remain valid and in effect until it expires pursuant to law or unless suspended or revoked by the Commission.

Any application for a license, permit, certificate, or registration which is pending on June 30, 1999, is hereby transferred to the Commission.

E. All personnel, powers, duties, responsibilities, fund balances, encumbrances, obligations, and property, which shall include records, furniture, and equipment of the Department of Labor relating to the regulation of combative sports, are hereby transferred to the Oklahoma State Athletic Commission All medical records and health information submitted to or obtained by the Commission relating to an applicant or license shall be confidential. Such records and information shall only be disclosed upon written consent of the applicant or licensee, by order of a court of competent jurisdiction, or by the Commission when

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discharging its duties under the Oklahoma State Athletic Commission

Act.

3 SECTION 5. AMENDATORY Section 1, Chapter 290, O.S.L.

4 2013 (3A O.S. Supp. 2017, Section 604.3), is amended to read as

5 follows:

Section 604.3 A. The Oklahoma State Athletic Commission, its administrator or any other employee authorized by the Commission, may order the promoter to withhold any part of a purse or other money belonging or payable to any combative sports practitioner or second if, in the judgment of the Commission, administrator or employee:

- 1. The practitioner is not competing honestly or to the best of the practitioner's skill and ability, or the practitioner otherwise violates any rules or regulations adopted by the Commission or any provisions of the Oklahoma Athletic Commission Act; and
- 2. The second violates any rules or regulations adopted by the Commission or any provisions of the Oklahoma Athletic Commission Act.
- B. Money ordered withheld pursuant to this section shall be deposited in the Oklahoma State Athletic Commission Revolving Fund Security Account. The Commission shall hold a hearing at its next regularly scheduled meeting to dispose of the matter. If it is determined that the practitioner or second is entitled to his or her share of the purse or other money, the funds shall be moved to the

1 Oklahoma State Athletic Commission Revolving Fund and disbursed to

2 the practitioner or second. If it is determined that the

3 practitioner or second is not entitled to his or her share of the

4 purse or other money, the funds shall be moved to the Oklahoma State

5 | Athletic Commission Revolving Fund and disbursed to the promoter.

6 SECTION 6. AMENDATORY 3A O.S. 2011, Section 606, as

7 | amended by Section 6, Chapter 359, O.S.L. 2012 (3A O.S. Supp. 2017,

Section 606), is amended to read as follows:

Section 606. A. The Oklahoma State Athletic Commission is hereby vested with jurisdiction to issue sanctioning permits for all professional combative sports contests and exhibitions and for all amateur mixed martial arts contests and exhibitions held or given within this state and to issue licenses for participants of sanctioned contests and exhibitions.

- B. 1. No person shall promote, nor shall any person participate in, a professional combative sports event or an amateur mixed martial arts event unless the event is sanctioned by the Commission.
- 20 this section, no person shall promote, nor shall any person

 21 participate in, an amateur combative sports event unless the event

 22 has been sanctioned by a nationally recognized amateur sanctioning

 23 body that has been approved by the Commission.

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- 3. No person shall promote, nor shall any person participate in, unarmed combat as defined in the Oklahoma State Athletic Commission Act, except as specifically provided in such act.
- 4. Any person violating the provisions of this subsection shall be punishable pursuant to the provisions of Section 615 of this title.
- C. Specifically exempt from the provisions of the Oklahoma State Athletic Commission Act are the amateur combative sports contests or exhibitions conducted or sponsored by:
- 1. Any school, college, or university where the participants are students regularly enrolled in such institutions and the instructors, coaches, and trainers are employees of such institutions. The term "school, college, or university" shall not include a school or other institution whose principal purpose is to furnish instruction in combative sports or sparring;
- 2. Any military installation or branch of the Armed Forces where the participants are employed by the military installation or are members of the branch of the Armed Forces sponsoring the contest or exhibition; and
- 3. Amateur combative sports events which are sanctioned by a Commission-approved and nationally recognized amateur sanctioning body. The nationally recognized amateur sanctioning body must present itself to the Commission and provide a copy of its rules and bylaws for Commission review and approval. Upon approval, the

1	Commission, or its designated representatives, may visit, attend,
2	investigate and audit, as the Commission deems necessary, any match,
3	event, sanctioning body office or event office for the purpose of
4	determining whether the rules and bylaws of the amateur sanctioning
5	body as submitted to the Commission are being followed. The
6	Commission administrator shall immediately rescind approval of any
7	nationally recognized amateur sanctioning body, pending a hearing,
8	if said sanctioning body is found to be negligent or noncommittal ir
9	the enforcement of the rules and bylaws presented to and approved by
10	the Commission. The Commission shall not approve an amateur
11	sanctioning organization that permits submission holds for
12	participants who are under the age of eighteen (18) years.

- D. The following persons are specifically exempt from the provisions of the Oklahoma State Athletic Commission Act:
- 1. Practitioners and instructors of the martial arts as defined in Section 602 of this title; and
- 2. Instructors of amateur combative sports practitioners if such instructors are not required to be licensed pursuant to other provisions of the Oklahoma State Athletic Commission Act.
- E. No person under the age of eighteen (18) years shall participate in an event where submission holds are permitted. No person shall promote an event where submission holds are permitted for persons under the age of eighteen (18) years.

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1 F. As used in this section, "submission hold" means all locks, 2 bars, and holds that cause enough pain to cause an opponent to 3 submit. Submission holds shall include, but not be limited to, the 4

following techniques defined as:

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- 1. "Choke holds" means any hold that impairs the flow of blood or oxygen to the brain. Choke holds include, but are not limited to, the rear naked choke, the guillotine, and the triangle choke;
- 2. "Joint-lock" means all locks, bars, and holds that cause enough pain to cause an opponent to submit. Joint locks include, but are not limited to, arm bars, ankle locks, knee bars and neck cranks; and
- 12 3. "Neck crank" means any hold that impairs the flow of blood 1.3 or oxygen to the brain.
- 14 SECTION 7. 3A O.S. 2011, Section 610, as AMENDATORY 15 amended by Section 9, Chapter 359, O.S.L. 2012 (3A O.S. Supp. 2017, 16 Section 610), is amended to read as follows:
 - Section 610. A. The Oklahoma State Athletic Commission may issue, withhold, suspend, or revoke any and all licenses and sanctioning permits required by the provisions of the Oklahoma State Athletic Commission Act or the rules promulgated by the Commission. The Commission may also censure or reprimand any licensee or sanctioning permit holder.
- 23 The Commission shall fix a uniform scale of reasonable fees В. 24 for all licenses, sanctioning permits, and examinations.

SECTION 8. AMENDATORY 3A O.S. 2011, Section 614, as last amended by Section 4, Chapter 290, O.S.L. 2013 (3A O.S. Supp. 2017, Section 614), is amended to read as follows:

Section 614. A. If upon inspection or investigation, or whenever the Oklahoma State Athletic Commission determines that a licensee person has violated the Oklahoma State Athletic Commission Act or of any order, standard, or rule promulgated pursuant to the provisions of the Oklahoma State Athletic Commission Act has occurred, the Commission shall give written notice to the alleged violator specifying the cause of the determination. Such notice shall require that the violations be corrected and specify the terms of such correction or require that the alleged violator appear before the Commission at a time and place specified in the notice and answer the charges.

B. The Commission shall afford the alleged violator an opportunity for a hearing conducted in conformity with, and records made thereof as provided by the provisions of, the Administrative Procedures Act. On the basis of the evidence produced at the hearing, the Commission shall make findings of fact and conclusions of law and enter an order thereon. The Commission shall provide written notice of such order to the alleged violator and to such other persons as shall have appeared at the hearing and made written request for notice of the order.

C. Upon the request of the Commission, the Attorney General shall bring an action against any person violating any of the provisions of the Oklahoma State Athletic Commission Act or violating any order or determination of the Commission.

SECTION 9. AMENDATORY 3A O.S. 2011, Section 615, as amended by Section 14, Chapter 359, O.S.L. 2012 (3A O.S. Supp. 2017, Section 615), is amended to read as follows:

Section 615. A. Any person who violates the provisions of the Oklahoma State Athletic Commission Act, upon first conviction, shall be guilty of a misdemeanor and shall be punished by the imposition of a fine of not more than One Thousand Dollars (\$1,000.00) or by incarceration in the county jail for not more than thirty (30) days or by both such fine and incarceration. Any person convicted of a second or subsequent violation shall be guilty of a felony punishable by a fine of not more than Five Thousand Dollars (\$5,000.00) or by incarceration in the county jail for a term of not more than one (1) year or by incarceration in the custody of the Department of Corrections for a period of not more than two (2) years or by both such fine and incarceration. The Oklahoma State Athletic Commission shall suspend or revoke the license of any person convicted of violating the provisions of the Oklahoma State Athletic Commission Act.

B. In addition to other penalties provided by law, if after a hearing in accordance with the provisions of Section 601 et seq. of

Commission to be in violation of any of the provisions of the

Oklahoma State Athletic Commission Act, such person may be subject
to an administrative fine of not more than Five Hundred Dollars

(\$500.00) for each violation or not more than one percent (1%) of
gross revenues received for each violation. Each day a person is in
violation of the provisions of Section 601 et seq. of this title may
or rules of the Commission shall constitute a separate violation.

All administrative fines collected pursuant to the provisions of
this subsection shall be placed to the credit of the Oklahoma State
Athletic Commission Revolving Fund created pursuant to the
provisions of Section 601 et seq. of this title. Administrative
fines imposed pursuant to this subsection shall be enforceable in
the district courts of this state.

C. Upon the request of the Commission, the Attorney General or the district attorney of the appropriate district court may make application to the appropriate court for an order enjoining the acts or practices prohibited by the provisions of Section 601 et seq. of this title, and upon a showing that the person has engaged in any of the prohibited acts or practices, an injunction, restraining order, or other order as may be appropriate shall be granted by the court.

SECTION 10. AMENDATORY 3A O.S. 2011, Section 616, as amended by Section 26, Chapter 304, O.S.L. 2012 (3A O.S. Supp. 2017, Section 616), is amended to read as follows:

Section 616. A. There is hereby created in the State Treasury a revolving fund for the Oklahoma State Athletic Commission to be designated the "Oklahoma State Athletic Commission Revolving Fund". The fund shall be a continuing fund, not subject to fiscal year limitations, and shall consist of all monies received from fees, administrative fines, reimbursements, bond proceeds, and sale of materials, and shall include grants and gifts, pursuant to the Oklahoma State Athletic Commission Act. All monies accruing to the credit of said the fund are hereby appropriated and may be budgeted and expended by the State Department of Health as directed by the Commission for the purpose of implementing the provisions of the Oklahoma State Athletic Commission Act. Expenditures from said the fund shall be made upon warrants issued by the State Treasurer against claims filed as prescribed by law with the Director of the Office of Management and Enterprise Services for approval and payment.

B. The "Professional Boxing Licensing Revolving Fund" created for the Department of Health is hereby abolished. On July 1, 2008, any unencumbered funds remaining in the Professional Boxing Licensing Revolving Fund shall be transferred to the credit of the Oklahoma State Athletic Commission Revolving Fund. Any unexpended funds remaining in the Professional Boxing Licensing Revolving Fund after November 1, 2008, shall be transferred to the credit of the Oklahoma State Athletic Commission Revolving Fund.

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SECTION 11. AMENDATORY 3A O.S. 2011, Section 617, as
last amended by Section 5, Chapter 290, O.S.L. 2013 (3A O.S. Supp.
3 2017, Section 617), is amended to read as follows:

Section 617. A. Except as otherwise provided in the Oklahoma State Athletic Commission Act, in addition to the payment of any other fees and monies due pursuant to the Oklahoma State Athletic Commission Act and the rules promulgated by the Oklahoma State Athletic Commission, an assessment equal to five percent (5%) of the total gross receipts of any professional combative sports event or amateur mixed martial arts event conducted in this state, exclusive of any federal tax or tax imposed by any political subdivision of this state, shall be hereby levied and shall be remitted by every promoter and vendor to the Oklahoma State Athletic Commission.

- B. The assessment established in subsection A of this section shall not exceed Thirty-five Thousand Dollars (\$35,000.00).
- C. Promoters of professional boxing, professional mixed martial arts combative sports and amateur mixed martial arts events shall pay the greater of the five-percent assessment levied pursuant to subsection A of this section or Four Hundred Fifty Dollars (\$450.00) to the Commission.
- D. Promoters of professional wrestling events shall pay the greater of the five-percent assessment levied pursuant to subsection A of this section or Eighty Dollars (\$80.00) to the Commission.

- E. For the purpose of this section, total gross receipts of every promoter shall include:
 - 1. The face value of all tickets sold; and

- 2. Proceeds from a vendor, or the promoter's gross price charged for the sale of food, alcoholic and nonalcoholic beverages, or merchandise, including, but not limited to, wearing apparel, souvenirs and programs.
- F. For professional combative sports events or amateur mixed martial arts events at which admission tickets are not sold, the promoter shall remit an assessment equal to five percent (5%) of the revenues received by the promoter for the event.
- G. For the purpose of this section, total gross receipts of every vendor shall include the gross price charged for the sale of food, alcoholic and nonalcoholic beverages, and merchandise including, but not limited to, wearing apparel, souvenirs, and programs, excluding that portion paid to any promoter.
- H. Payment of the assessment on gross receipts, unless otherwise specified, shall be due within five (5) business days after the holding of the professional combative sports event or amateur mixed martial arts event and shall be accompanied by a report in such form as shall be prescribed by the Oklahoma State Athletic Commission.
- I. A promoter shall not issue complimentary tickets for more than ten percent (10%) of the seats for any event. The promoter

shall be responsible to pay the five-percent assessment levied pursuant to subsection A of this section on total receipts as prescribed in this section for any complimentary tickets in excess of ten percent (10%). All complimentary tickets must clearly indicate on the ticket that it is a complimentary ticket and state the value of the complimentary ticket. The face value of a complimentary ticket shall be equal to like tickets sold in that particular section of the venue. The complimentary tickets that are exempt from the five-percent assessment levied pursuant to subsection A of this section shall be those tickets with the lowest face value.

- J. Complimentary tickets shall not be given to a sponsor, elected official, person or any entity that gives the promoter of any event anything of value, including but not limited to money, inkind goods or services, or advertising.
- K. The first payment of the assessment on gross income received from the sale of motion picture rights shall be due at the end of the month after the date of the sale of the motion picture rights, and further payments shall be due every thirty (30) days thereafter, during the presentation of the picture, and shall be accompanied by a gross receipts report in such form as shall be prescribed by the Oklahoma State Athletic Commission.
- L. Except as otherwise provided in the Oklahoma State Athletic Commission Act, in addition to the payment of any other fees and

monies due pursuant to the Oklahoma State Athletic Commission Act and the rules promulgated by the Oklahoma State Athletic Commission, an assessment in an amount of five percent (5%) of the total gross receipts of every telecast promoter shall be levied. Total gross receipts shall include the gross price charged for the sale, lease, or other use of broadcasting, including, but not limited to, radio, television, including cable television, pay-per-view television, and closed-circuit television, or motion picture rights of combative sports or amateur mixed martial arts contests, events, or exhibitions conducted within this state, without any deductions for commissions, brokerage fees, distribution fees, advertising, or other expenses or charges.

- M. 1. In the case of facilities at or through which the closed-circuit telecast is shown other than a cable system operator's pay-per-view facilities, the telecast promoter shall, within eight (8) days after the telecast, inclusive of mailing time, file with the Commission a written report detailing the name, address, telephone number, contact person's name, and the details of the payment arrangement for the right to receive the telecast for each facility to which the broadcast was transmitted.
- 2. The report shall be accompanied by the assessment payment required under subsection L of this section, excluding any federal, state or local taxes.

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- 3. The Commission may require the owner or operator of the facility where the telecast is being shown to file a report containing information regarding the amount paid to the telecast promoter for the right to broadcast the telecast, the quality of the audio and video signal, and any other information the Commission deems appropriate.
- N. 1. In the case of a cable system operator's pay-per-view facilities at or through which a closed-circuit telecast was shown within the state, the telecast promoter shall, within thirty (30) days following receipt of the notice of the assessment from the Commission, cause to be filed with the Commission the assessment required pursuant to subsection L of this section, excluding any federal, state, or local taxes.
- 2. The cable system operator shall withhold from the proceeds due to the telecast promoter the assessment payment required pursuant to subsection L of this section and remit the assessment to the Commission on behalf of the telecast promoter. The cable system operator shall not be liable for the remittance of the assessment fee required pursuant to subsection L of this section from any proceeds due to the cable system operator from its pay-per-view events.
- 3. The Commission shall require the cable system operator to file reports containing information regarding the number of orders

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- sold and the price charged for orders and any other information the Commission deems appropriate.
 - 4. Cable system operators shall not be liable to the Commission for the assessment payment required under subsection L of this section. Nothing in this section shall be deemed to prevent a cable system operator from billing its customer for the assessment payment.
 - 5. The Commission shall, upon request, provide the telecast promoter with a report detailing the number of orders and the assessment payment due.
 - O. Any promoter who willfully makes a false and fraudulent report under this section is guilty of perjury and, upon conviction, is subject to punishment as provided by law. This penalty shall be in addition to any other penalties imposed in this section.
 - P. Gross receipts reports signed under oath shall also include:
 - 1. The name of the promoter;
 - 2. The professional combative sports event or amateur mixed martial arts event sanctioning permit number;
 - 3. The promoter's business address and any license or permit number required of such promoter by law;
 - 4. Gross receipts as specified by this section, during the period specified by this section; and

- 5. Such further information as the Oklahoma State Athletic Commission may require to enable it to compute correctly and collect the assessment levied pursuant to this section.
- Q. In addition to the information required on reports, the Oklahoma State Athletic Commission may request, and the promoter shall furnish, any information deemed necessary for a correct computation of the assessment levied pursuant to this section.
- R. All levies pursuant to this section shall be collected by the Commission and shall be placed to the credit of the Oklahoma State Athletic Commission Revolving Fund.
- S. The monies collected from the assessment levied pursuant to the provisions of this section shall be in addition to all other revenues and funds received by the Oklahoma State Athletic Commission.
- T. The promoter shall compute and pay to the Oklahoma State
 Athletic Commission the required assessment due. If the payment of
 the assessment is not postmarked or delivered to the Oklahoma State
 Athletic Commission as specified in subsections H through L of this
 section, whichever is appropriate, the assessment shall be
 delinquent from such date.
- U. It shall be the duty of every promoter required to make a gross receipts report and pay any assessment pursuant to the provisions of this section to keep and preserve suitable records and documents which may be necessary to determine the amount of

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assessment due as will substantiate and prove the accuracy of such reports. All such records shall be preserved for a period of three (3) years, unless the Oklahoma State Athletic Commission, in writing, has authorized their destruction or disposal at an earlier date, and shall be open to examination at any time by the Oklahoma State Athletic Commission or by any of its authorized employees.

SECTION 12. AMENDATORY 3A O.S. 2011, Section 619, as amended by Section 16, Chapter 359, O.S.L. 2012 (3A O.S. Supp. 2017, Section 619), is amended to read as follows:

Section 619. Beginning February 1, 2000, the <u>The</u> Oklahoma State Athletic Commission shall file an annual report of combative sports activities in Oklahoma with the Governor, the President Pro Tempore of the Senate, and the Speaker of the House of Representatives.

Said <u>The</u> report shall include but not be limited to the amount of revenue collected, the number of permits and licenses issued and revoked, the number of violations of the Oklahoma State Athletic Commission Act, and the number of professional combative sports events and amateur mixed martial arts events conducted.

SECTION 13. AMENDATORY 3A O.S. 2011, Section 622, as amended by Section 1, Chapter 363, O.S.L. 2012 (3A O.S. Supp. 2017, Section 622), is amended to read as follows:

Section 622. A. Where the Oklahoma distribution rights for a closed-circuit telecast to be viewed in this state are in whole owned by, sold to, acquired by or held by any person who intends to

or subsequently sells or, in some other manner, extends such rights in part to another, then such person is deemed to be a telecast promoter. The Oklahoma State Athletic Commission may provide, by rule, for additional licensed telecast promoters to participate in the distribution rights and share in the liability for assessments to be paid to the Commission. Closed-circuit telecasts of a combative sports or amateur mixed martial arts event conducted in this state shall not be telecast within this state except under the auspices of a telecast promoter licensed in this state. The telecast promoter shall be responsible for filing the appropriate reports with and paying assessments to the Commission.

- B. In the case of closed-circuit telecasts other than pay-per-view, the telecast promoter shall notify the Commission of the names and addresses of all facilities to or through which the closed-circuit telecast will be shown fourteen (14) days prior to the date of the closed-circuit event and shall provide daily updates to the Commission of any additions and deletions of facilities.
- C. Any person or facility owner or operator intending to show the closed-circuit telecast, whether or not an admission fee will be charged, must receive authorization to show the telecast from the telecast promoter prior to the telecast. The showing of a closed-circuit telecast, whether or not an admission fee is charged, without the authorization of the licensed telecast promoter is prohibited. Delayed showing of a closed-circuit telecast also

- requires the authorization of the telecast promoter. Information received by the Commission of the names of persons showing a closed-circuit telecast in violation of this section shall be furnished to the appropriate district attorney's office for prosecution.
- D. Any telecast promoter who willfully fails, neglects, or refuses to make a report or cause to be paid the assessment as prescribed, or who refuses to allow the Commission to examine the books, papers, and records of any promotion is guilty of a misdemeanor, punishable as provided by law. Any remitter who willfully fails, neglects, or refuses to remit the assessment as prescribed, is guilty of a misdemeanor, punishable as provided by law.
- E. By rule, the Commission shall establish administrative penalties as specified in the Oklahoma State Athletic Commission Act for the late payment of assessments, noncompliance with the Oklahoma State Athletic Commission Act, and the late filing of reports and shall prescribe conditions, if any, under which a fine may be waived.
 - F. No cable system operator shall be:
- 1. Prohibited from broadcasting any boxing event, whether or not the promoter or distributor is in compliance with the provisions of the Oklahoma State Athletic Commission Act, for which it has a contract or other legal obligation to broadcast; and

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- 2. Required, as a result of any noncompliance with the provisions of this act by any promoter or distributor, to modify, delete, or cancel any programming which it has a contractual or legal obligation to air.
- G. The Oklahoma State Athletic Commission Act shall not apply in any manner to any basic or premium channel programming broadcast on cable television systems within this state, but shall apply only to "pay-per-view" broadcasts of combative sports or amateur mixed martial arts events conducted in this state for which a separate one-time fee is charged the cable subscriber.
- SECTION 14. AMENDATORY 3A O.S. 2011, Section 623, is amended to read as follows:
 - Section 623. Any physician providing medical services at an amateur or professional athletic event sanctioned pursuant to the Oklahoma State Athletic Commission Act, who is a ring official at the event and renders or attempts to render emergency care to an injured participant who is in need of immediate medical aid, shall not be liable for damages as a result of any acts or omissions except for committing gross negligence or willful or wanton negligence in rendering the emergency care.
 - SECTION 15. AMENDATORY 3A O.S. 2011, Section 624, is amended to read as follows:
- Section 624. A. Except as otherwise provided in this section,
 prior to being issued a license pursuant to this act the Oklahoma

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State Athletic Commission Act, every participant applicant shall submit a certified copy of results from testing performed by a laboratory certified pursuant to 42 C.F.R. Part 493 verifying that the applicant is not infected with the human immunodeficiency virus (HIV), the hepatitis B virus or the hepatitis C virus. The testing shall be performed no more than three hundred sixty-five (365) days before the application is submitted. A statement from a doctor of osteopathy or medical doctor indicating that the applicant has successfully completed a full course of vaccinations for hepatitis B may be submitted in lieu of the results of testing for hepatitis B. Except as otherwise provided in this section, an applicant who receives positive results from any of the tests required by this section shall be denied a license for the particular contest.

- B. If a participant must be replaced within twenty-four (24) hours of an event, a promoter may replace the participant that has been pulled with a new participant that has complied with the testing requirements found in subsection A of this section.
- C. Notwithstanding the requirement for testing stated in subsection A of this section, the participant and opponent, ring official, and ringside physician may agree, in writing, to waive the denial of licensure for failure to timely submit the required certified test results, and by such signed written agreement, the participant and opponent shall be granted a license to participate in their particular contest.

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SECTION 16. This act shall become effective November 1, 2018. COMMITTEE REPORT BY: COMMITTEE ON BANKING AND BUSINESS, dated 04/11/2018 - DO PASS, As Amended and Coauthored.

SB1060 HFLR BOLD FACE denotes Committee Amendments.